

## Message Text

LIMITED OFFICIAL USE

PAGE 01 USUN N 04303 082150Z

70

ACTION IO-13

INFO OCT-01 AF-08 NEA-10 ISO-00 DHA-02 CIAE-00 DODE-00

PM-04 H-02 INR-07 L-03 NSAE-00 NSC-05 PA-01 PRS-01

SP-02 SS-15 NSCE-00 SSO-00 USIE-00 INRE-00 TRSE-00

EB-07 OMB-01 STR-04 COME-00 EUR-12 EA-07 AID-05

AGRE-00 CIEP-01 CEA-01 /112 W  
----- 127502

O P 082044Z OCT 76

FM USMISSION USUN NEW YORK

TO SECSTATE WASHDC IMMEDIATE 9730

AMEMBASSY MBABANE PRIORITY

AMEMBASSY TEL AVIV

AMEMBASSY MAPUTO

LIMITED OFFICIAL USE USUN 4303

E.O. 11652: N/A

TAGS: PFOR, UN, US, WZ

SUBJ: GOVERNOR SCRANTON'S MEETING WITH SWAZI PRIME MINISTER  
MAPHEVU, OCTOBER 7

1. GOVERNOR SCRANTON CALLED ON PRIME MINISTER MAPHEVU OF  
SWAZILAND AT THE WALDORF, OCTOBER 7. SWAZI MINISTER OF  
INDUSTRY NXUMALO WAS AMONG OTHERS ATTENDING.

2. GOVERNOR SCRANTON EXPRESSED HIS DEEP APPRECIATION FOR  
WARM RECEPTION GIVEN HIM IN SWAZILAND. HE AND MAPHEVU AGREED  
AS TO IMPORTANCE OF CURRENT DEVELOPMENTS CONCERNING RHODESIA.  
NXUMALO NOTED THAT GROUP HAD MET WITH SEVERAL AMERICAN  
BUSINESSMEN, FOR WHOM SWAZIS HELD LUNCHEON OCTOBER 6.  
THEY ASKED US TO FOLLOW UP WITH COCA COLA AND PEPSI COLA  
CONCERNING FURTHER POSSIBLE INVESTMENTS IN SWAZILAND.  
NXUMALO SPENT REMAINDER OF MEETING SETTING FORTH APPEAL  
FOR U.S. ASSISTANCE TO SUGAR MILL PROJECT. SUPPLEMENTING  
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 USUN N 04303 082150Z

WRITTNE OUTLINE OF PROJECT, TEXT OF WHICH WE ARE POUCHING

TO DEPARTMENT (IO/UNP-TEFFT) AND MBABANE, HE PROVIDED FOLLOWING DETAILS: VALUE OF SUGAR CANE MILL WILL BE 150 MILLION DOLLARS. SWAZILAND ALREADY HAS RECEIVED COMMITMENTS FROM EUROPEAN DEVELOPMENT BANK (3.5 MILLION DOLLAR GRANT, LOAN AND EQUITY): WORLD (1.5 MILLION DOLLAR EQUITY AND LOAN); GERMAN GOVERNMENT DEVELOPMENT BANK (12 MILLION DOLLAR LOAN FOR DAM); COCA COLA (2 MILLION DOLLARS); TATE AND LYLE (EQUITY); JAPANESE GOVERNMENT: SWAZILAND GOVERNMENT (10 MILLION DOLLARS); AND SWAZI NATION (10 MILLION DOLLARS). MOZAMBIQUE WAS PROVIDING WATER SUPPLY.

3. GOS HAD EXPECTED 20 MILLION RAND TO COME FROM ARAB DEVELOPMENT BANK, WITH A VISIT TO BE MADE BY REPS OF THAT INSTITUTION TO MBABANE THIS PAST WEEK. SWAZILAND'S UNDERSTANDING IS THAT ARABS NOW HAVE DECIDED NOT TO HELP, BECAUSE COCA COLA, WHICH IS ON ARAB BOYCOTT LIST, ALSO IS PARTICIPATING. ARABS ALSO ARE PRESSURING NIGERIA NOT TO ASSIST. GOS, FOR ITS PART, IS DEFENDING ITS PRINCIPLES AND WILL NOT BE DICTATED TO BY ARABS.

4. NXUMALO MADE CLEAR THAT LOCATION OF DAM WHICH IS RELATED TO PROJECT, AND WHICH WILL ASSIST POPULATION IN FARMING, FISHING, AND FOR GAME, ALSO HAS A POLITICAL IMPORTANCE. CLOSE TO THE MOZAMBIQUE BORDER, ITS SUCCESS WOULD SHOW MOZAMBIQUE THAT THE SWAZI PEOPLE ARE NOT SUSCEPTIBLE TO WHAT ARE BOUND TO BECOME MOZAMBIQUE POLITICAL PRESSURES. THIRTY-TWO MILLION DOLLARS ARE TO BE SPENT ON THE DAM

5. NXUMALO WISHED U.S. ASSISTANCE IN TWO AREAS: A) AGRICULTURAL GRANT OF 11 MILLION RAND FOR THE DAM (THE REMAINDER OF THE CAPITAL REQUIREMENT ALREADY IS AVAILABLE); B) A 20 MILLION RAND SOFT LOAN. NXUMALO INSISTED UPON THE SOUNDNESS OF THE PROJECT: TATE AND LYLE ARE THE EXECUTORS, THE PROJECT REPORT WAS DONE BY THE CDC, AND 50 PERCENT OF THE SUGAR PRODUCTION WILL BE SENT TO THE UK THROUGH TATE AND LYLE. THE REMAINDER IS TO BE MARKETED BY THE SWAZILAND SUGAR ASSOCIATION, BUT NONE SENT TO THE UNITED STATES.

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 USUN N 04303 082150Z

6. GOVERNOR SCRANTON AGREED TO SET UP APPOINTMENTS FOR MAPHEVU AND NXUMALO AT THE DEPARTMENT, DEPARTMENT OF THE TREASURY, AND THE WORLD BANK TO DISCUSS THE PROJECT, FOR WHICH THE SWAZIS WERE MOST GRATEFUL. SCRANTON

LIMITED OFFICIAL USE

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** DIPLOMATIC DISCUSSIONS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 08 OCT 1976  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** coburnhl  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1976USUNN04303  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D760380-1162  
**From:** USUN NEW YORK  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1976/newtext/t19761065/aaaacenu.tel  
**Line Count:** 113  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION IO  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 3  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** coburnhl  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 19 MAY 2004  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <19 MAY 2004 by ElyME>; APPROVED <14 SEP 2004 by coburnhl>  
**Review Markings:**

Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
04 MAY 2006

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** GOVERNOR SCRANTON'S MEETING WITH SWAZI PRIME MINISTER MAPHEVU, OCTOBER 7  
**TAGS:** PFOR, US, WZ, UN, (SCRANTON, WILLIAM W), (DLAMINI, MAPHEVU)  
**To:** STATE MBABANE  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006